

FISCAL MEMORANDUM

SB 1503 – HB 1613

May 23, 2007

SUMMARY OF AMENDMENT (008340, 008343): Deletes all language of the original bill and establishes the “Tennessee Trauma Center Funding Law of 2007” which creates a fund to provide funding for the trauma centers of Tennessee and any expenditures related to administering the fund.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Expenditures - \$80,600 Recurring
\$7,800 One-Time

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase State Revenues - \$2,230,000 / Trauma System Fund FY07-08
\$6,800,000 / Trauma System Fund FY08-09
Increase State Expenditures - \$80,600 Recurring / Trauma System Fund
\$7,800 One-Time / Trauma System Fund

Increase Local Govt. Expenditures – \$6,800,000 FY08-09*
Increase Local Govt. Revenues - \$6,800,000 FY08-09

Assumptions applied to amendment:

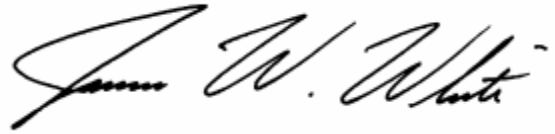
- The Department of Health will hire a coordinator and an administrative services position to assure proper management of the established reserve fund.
- Such is estimated to increase recurring expenditures by \$80,634 for salary and benefits (\$70,434), travel (\$6,000), communications (\$2,800), office supplies (\$600), and technology support (\$800).
- There will be a one-time increase in expenditures of \$7,800 for office set-up and supplies.
- There will be an increase in motor vehicle registration fees of \$2.00 for any vehicle included in T.C.A. § 55-4-111, 112 and 113 which will become effective July 1, 2008. The estimated number of registrations affected is 5,500,000. One dollar of the increase will be earmarked for the trauma system fund resulting in an increase of revenues to the fund of \$5,500,000 in FY08-09.

- The remaining dollar of the increase in motor vehicle registration fees will be for the county clerk who issued the registration resulting in an increase to local government revenues of \$5,500,000 in FY 08-09.
- There will be an increase of \$2.00 for each five-year driver license fee which will become effective July 1, 2008. The estimated number of such driver licenses is 1,300,000 which will result in an increase in the revenues of the trauma system fund of \$2,600,000 in FY08-09.
- One dollar of such increase will be earmarked for the trauma system fund resulting in an increase of revenues to the fund of \$1,300,000 FY08-09. The remaining dollar of the increase in driver license fees will be for the county clerk who issued the registration resulting in an increase to local government revenues of \$1,300,000 in FY08-09.
- There will be an increase in any fee assessed for a violation of the speed limit by a truck or truck tractor of \$100. The estimated number of speeding violations by such vehicles which will be assessed a fee is 19,000 which will result in an increase in the revenues of the trauma system fund of \$1,900,000.
- Currently, anyone found in violation of the safety belt requirement has the opportunity to submit a fine of \$20.00 in lieu of appearing in court. There will be an increase of \$10 of such fine which will be earmarked for the trauma system fund. It is estimated that there will be 33,000 violations that will submit the fine. Such will result in an increase to the trauma system fund of \$330,000.
- The revenues earmarked for the Trauma System Fund may be expended to provide funding to the trauma centers and any expenditure incurred due to the provisions of the act.
- The revenues received by the county clerks will be earmarked for computer related expenses. This money, if unexpended, may be used as other county clerk's fees at the discretion of each county clerk.

**Article II, Section 24 of the Tennessee Constitution provides that: no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized "J" and "W".

James W. White, Executive Director

/kml